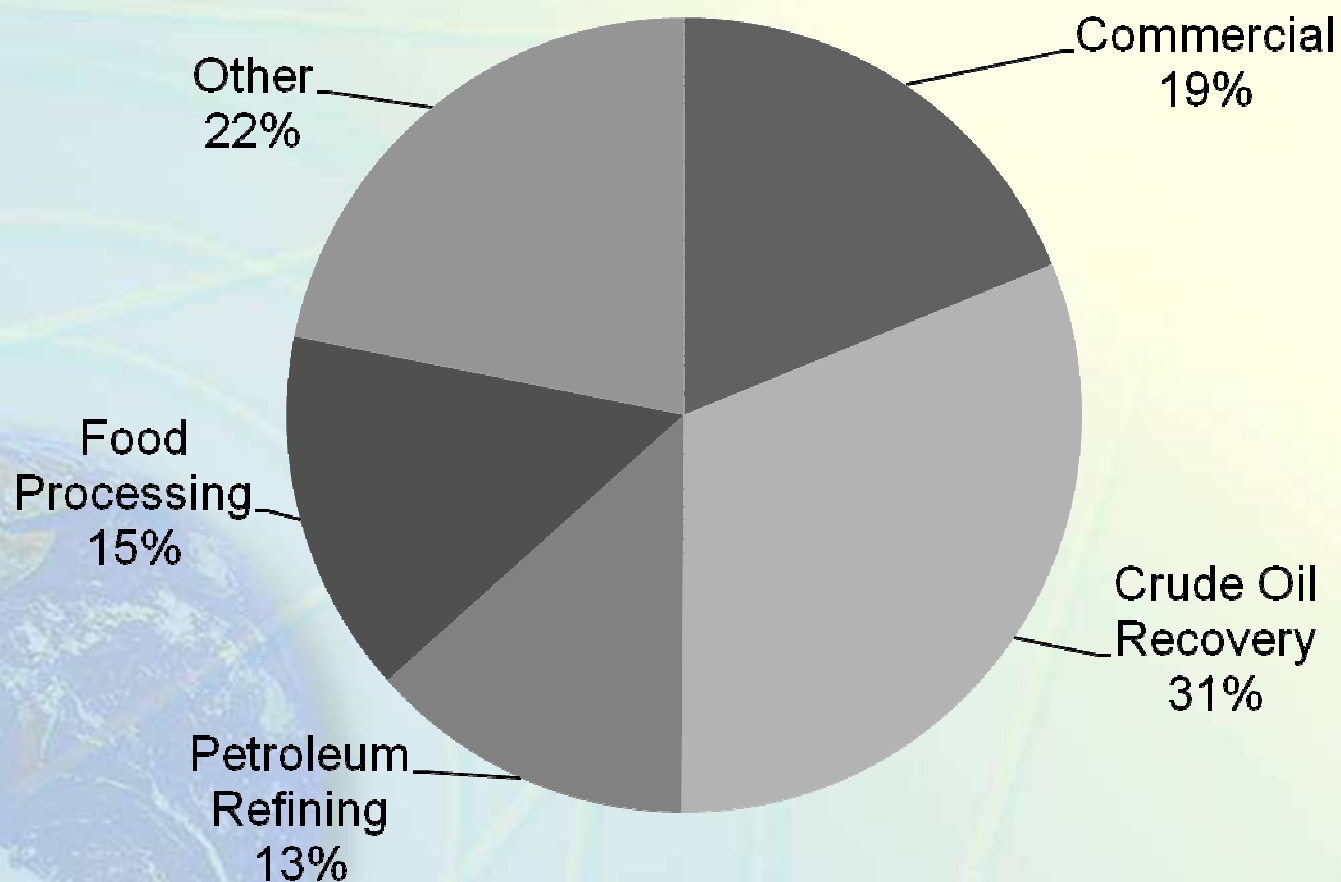


# **CEC's 2007 Integrated Energy Policy Report Recommendations for Distributed Generation and Combined Heat & Power Facilities**



Gerry Bemis  
California Energy Commission

# California CHP MW Capacity, 2004



# Policy Recommendations

The State of California should:

- Adopt AB32 measures that fully reflect both thermal (heat) & electric benefits of CHP
- Implement cost- and revenue-neutral tariff structures for DG and high-efficiency CHP
- Allow DG and CHP facilities to be exempt from utility connection charges

# Policy Recommendations

The State of California should also:

- Develop DG and CHP portfolio standards or treat them as efficiency measures for utilities
- Base self-generation incentive programs on efficiency and performance, not type of fuel
- Develop method to value DG costs & benefits
- Continue collaborative interconnection standard work groups (“Rule 21”)